UNITED STATES DEPARTMENT OF STATE BUREAU OF POLITICAL-MILITARY AFFAIRS WASHINGTON, D.C. 20520

In the Matter of:

EDDIE CHEN, Respondent

ORDER

The Office of Defense Trade Controls, Bureau of Political-Military Affairs, United States Department of State ("the Department"), having determined to initiate administrative proceedings against Eddie Chen pursuant to Section 38 of the Arms Export Control Act, 22 U.S.C. § 2778 (the "AECA") and Part 128 of the International Traffic in Arms Regulations, 22 C.F.R. Parts 120-130 (the "ITAR") based on allegations that the Respondent violated the ITAR at certain times between September 16, 1992 and August 31, 1993, by attempting to, conspiring to, and aiding and abetting others in an attempt to export without Department approval defense articles on several occasions to Hong Kong;

The Department and Eddie Chen having entered into a Consent Agreement whereby the parties have agreed to settle this matter in accordance with the terms and conditions of the Consent Agreement; and,

The terms of the Consent Agreement having been approved by me;

IT IS THEREFORE ORDERED:

FIRST, a civil penalty of one hundred and sixty thousand dollars (\$160,000) is assessed against Eddie Chen, payment of which is hereby suspended for a period of five (5) years from the date of this Order and of which may be waived by the Department after such five year period in accordance with the terms of the Consent Agreement;

SECOND, administrative debarment is imposed against Eddie Chen in accordance with § 127.7(b)(2) of the ITAR;

THIRD, the Proposed Charging Letter, the Consent Agreement, and this Order shall be made available to the public.

This Order becomes effective on the date it is entered.

Eric D. Newsom

Assistant Secretary of State for Political Military Affairs

Entered this 3 day of Jane, 1999